

JORDAN VALLEY WATER CONSERVANCY DISTRICT

July 1, 2006 - June 30, 2007

CERTIFICATION OF BUDGET

ADOPTION OF BUDGET INFORMATION:

In compliance with Title 17A, Part 4 of the Utah Code, I, the undersigned, certify that the attached budget document is a true and correct copy of the budget of the Jordan Valley Water Conservancy District for the fiscal year ending June 30, 2007, as approved and adopted by resolution on June 7, 2006. A public hearing, which met the requirements of the Utah Code, Section (indicate which):

☒ [X] 17A-1-412 and 413 (applicable to entities who are adopting a budget prior to beginning of the fiscal year)

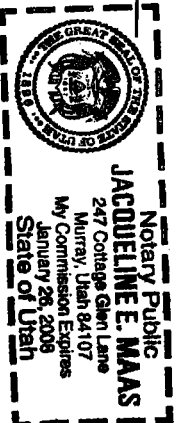
☐ [] 59-2-918 and 919 (applicable to entities who have budgeted a tax rate increase)

was held on June 7, 2006.

Signed: David S. Clark
Budget Officer

Subscribed and sworn to this 4th
day of June, 2006.

Jacqueline E. Maas
(Notary Public)



JORDAN VALLEY WATER CONSERVANCY DISTRICT

BUDGET **For the Fiscal Year Ending June 30, 2007**

ENTERPRISE FUND

	(2004/2005)	(2005/2006)	(2006/2007)
	<u>PRIOR YEAR</u>	<u>CURRENT YEAR</u>	<u>BUDGET</u>
REVENUES:			
Taxes:			
Property	\$7,244,664	\$7,900,000	\$8,180,990
Other: Delinquent	299,126	250,000	231,182
Vehicle Collections (formerly fee-in-lieu)	901,215	950,000	825,000
Charges for Services	23,164,904	27,850,000	28,862,803
Interest Income	1,133,170	1,425,000	1,449,965
Other: Miscellaneous	1,021,009	1,100,000	1,635,672
TOTAL REVENUES:	\$33,764,087	\$39,475,000	\$41,185,612
EXPENSES:			
Salaries & Benefits	8,644,949	9,275,000	9,999,721
Other Operating Expenses	12,665,982	13,975,000	14,327,410
Depreciation	0	0	0
Capital Outlay	0	0	0
Debt Service P&I	8,052,887	9,725,000	10,167,770
Contribution to Fund Balance			6,690,711
TOTAL EXPENSES:	\$29,363,818	\$32,975,000	\$41,185,612
INCOME OR (LOSS)	\$4,400,269	\$6,500,000	0



Jordan Valley Water Conservancy District

Resolution of the Board of Trustees

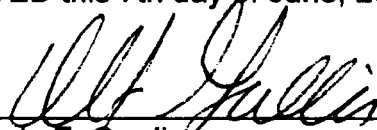
RESOLUTION NO. 06-10

ADOPTING THE JORDAN VALLEY WATER CONSERVANCY DISTRICT'S
BUDGET AND FINANCIAL PLAN FOR FISCAL YEAR 2006-2007

BE IT RESOLVED by the Jordan Valley Water Conservancy District's Board
of Trustees:

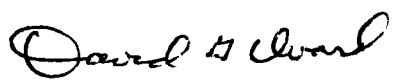
1. The budget and financial plan attached as Exhibit 1 are hereby approved and adopted as the Jordan Valley Water Conservancy District's budget for the fiscal year 2006-2007.
2. A copy of the final budget for each fund shall be certified by the budget officer and filed with the State Auditor within thirty (30) days after passage of this Resolution.
3. This Resolution shall take effect upon approval by the Board.

PASSED, ADOPTED and APPROVED this 7th day of June, 2006.



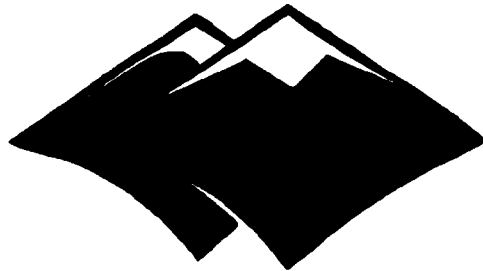
Dale F. Gardiner
Chair of the Board of Trustees

ATTEST:



David G. Ovard
District Secretary

JORDAN VALLEY WATER CONSERVANCY DISTRICT



FINANCIAL PLAN FOR THE 2006/2007 BUDGET

(Adopted by the Board of Trustees, June 7, 2006)

July 1, 2006 through June 30, 2007



PARAMETERS FOR 2006/2007 BUDGET PREPARATION

- The budget preparation is based on wholesale and retail water deliveries of 81,000 acre feet.
 - Wholesale deliveries: 70,600 acre feet
 - Retail deliveries: 10,150 acre feet
 - Transported deliveries: 250 acre feet
- The budget is based on a 4% average increase in wholesale and retail water rates. A water rate study update will be completed by HDR Engineering, with proposed updated seasonal rates for wholesale and retail customers. These tentative rates will then be approved by Board action in April 2006.
- Generate a surplus of \$6,690,711 for reserves. This includes the Capital Projects Fund, the Development Fee Fund, the General Equipment Fund, the Emergency Reserve/Self Insurance Fund, and the Conservation Fund.
- Gross Capital Project expenditures of \$37,770,000 (less reimbursements of \$9,322,000, for a net total of \$28,448,000) in fiscal 2006/2007. Major projects include: ground water development, future pipeline right-of-way acquisition, Southwest groundwater reclamation project, and additional water rights purchases.
- The certified tax rate is proposed to generate property tax revenues of \$9,237,172 for the fiscal year ending June 30, 2007. The District, for the current budget parameters, has not planned on a rate hearing to increase the certified tax rate.
- A full allotment of 50,000 acre feet of CUP water from the Central Utah Water Conservancy District. The District anticipates turning back 6,300 acre feet of water to Central Utah for repayment credit.
- A minimum balance of \$2,541,943 is required by bond covenants to be maintained in the Revenue Fund (25% of the yearly debt service amount).
- A minimum balance of \$2,800,000 is required by bond covenants to be maintained in the Operation and Maintenance Fund.
- A contingency of \$100,000 is included in the Administration Department budget, which upon Board approval, may be used to cover any unanticipated expenses that cause a department to go over budget.
- Operation and Maintenance expenses remain level. Proposed salary adjustments anticipate a 4.0% increase, split between COLA and average merit increase.
- No proposed new personnel positions in the 2006/2007 budget.



Jordan Valley Water Conservancy District
Financial Plan for the 2006/2007 Budget

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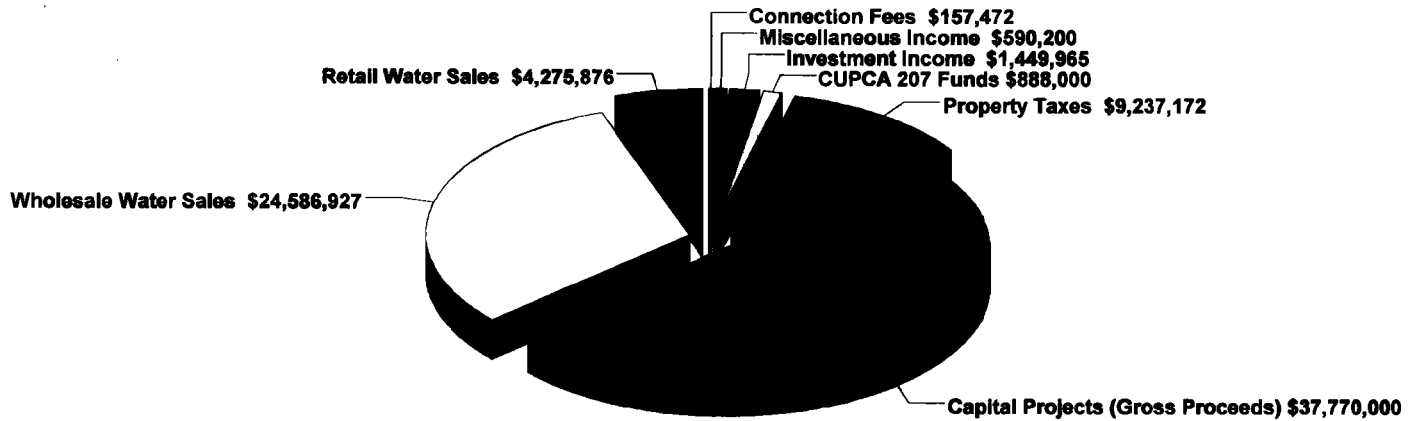
OVERVIEW - 2006/2007 BUDGET

June 15, 2006

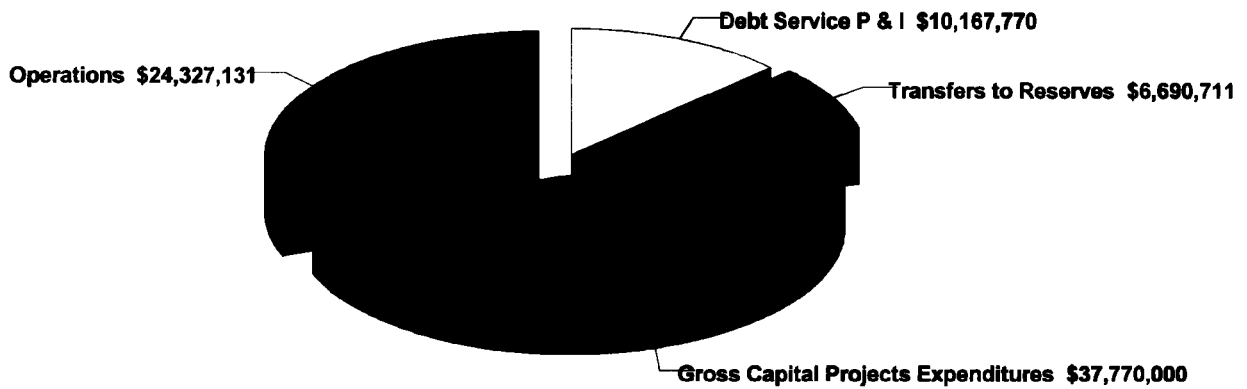
Sources of Funds	Budgeted 2005/2006	Projected 2005/2006	Budgeted 2006/2007	Previous Budget % Change
Water Sales - Wholesale	\$23,382,906	\$23,750,000	\$24,586,927	5.1%
Water Sales - Retail	4,095,011	4,100,000	4,275,876	4.4%
Property Tax Collections	9,056,067	9,100,000	9,237,172	2.0%
Investment Income	915,475	1,425,000	1,449,965	58.4%
Connection Fees	225,000	150,000	157,472	-30.0%
CUPCA Section 207	200,000	200,000	888,000	344.0%
Water Treatment/Misc./Other	518,777	750,000	590,200	13.8%
Capital Projects Funds (net)	19,778,716	17,000,000	28,448,000	43.8%
Capital Projects Funds (reimb.)	5,760,101	3,500,000	9,322,000	61.8%
Total Sources	\$63,932,053	\$59,975,000	\$78,955,612	23.5%
Uses of Funds	Budgeted 2005/2006	Projected 2005/2006	Budgeted 2006/2007	Previous Budget % Change
Operation and Maintenance	\$23,830,428	\$23,250,000	\$24,327,131	2.1%
Bond Principal and Interest	9,736,485	9,725,000	10,167,770	4.4%
Transfers to Reserves:				
Security Improvements	150,000	150,000	N/A	N/A
Development Fee Fund	225,000	150,000	157,472	-30.0%
General Equipment Fund	700,000	700,000	900,000	28.6%
Capital Projects Fund	2,519,584	4,268,261	4,401,835	74.7%
Emergency Reserve Fund	200,000	200,000	501,404	150.7%
Conservation Fund	1,031,739	1,031,739	730,000	-29.2%
Capital Projects (Gross)	25,538,817	20,500,000	37,770,000	47.9%
Total Uses	\$63,932,053	\$59,975,000	\$78,955,612	23.5%

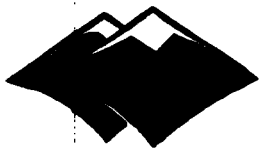


SOURCES



USES





Jordan Valley Water Conservancy District
Financial Plan for the 2006/2007 Budget

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REVENUE DETAIL

TITLE	2005/2006 Budget	2005/2006 Projected	2006/2007 Budget
Water Sales			
Wholesale deliveries	\$23,282,406	\$23,750,000	\$24,491,677
Wholesale meter flat charge	65,000	inc. above	62,500
Transported water	35,500	inc. above	32,750
Retail deliveries	4,069,261	4,100,000	4,255,272
Fireline charges	25,750	inc. above	20,605
	<u>\$27,477,917</u>	<u>\$27,850,000</u>	<u>\$28,862,803</u>
Property Tax Revenue			
Net assessed value	7,861,067	7,900,000	8,180,990
Delinquent taxes	245,000	250,000	231,182
Vehicle collections (form. fee in lieu)	950,000	950,000	825,000
	<u>\$9,056,067</u>	<u>\$9,100,000</u>	<u>\$9,237,172</u>
Interest Income			
O&M Fund	65,000	135,000	148,750
Revenue Fund	128,541	295,000	325,000
SLGS	24,014	24,014	15,555
Emergency Reserve Fund	37,465	85,000	93,500
Capital Projects Fund	242,650	390,000	425,000
Bond R&R Fund	1,950	3,500	5,376
Debt Service Reserve Funds	334,397	334,397	245,023
JA Maintenance Fund	1,295	2,970	3,910
JVWTP Maintenance Fund	1,150	2,369	2,975
Development Fee Fund	34,250	98,750	114,750
Conservation Fund	14,500	37,500	51,000
General Equipment Fund	5,750	16,500	19,125
	<u>\$915,475</u>	<u>\$1,425,000</u>	<u>\$1,449,965</u>
Connection Fees			
3/4-inch	120,600	45,000	49,538
1-inch, 1-1/2-inch, 2-inch	104,400	105,000	107,934
	<u>\$225,000</u>	<u>\$150,000</u>	<u>\$157,472</u>
Miscellaneous Revenue			
MWD water, CUWCD cost sharing	179,500	255,000	223,000
Jordan Aqueduct operation	48,477	135,000	125,000
SLGS maturing Sept. 1 each year	40,800	40,800	42,200
CUPCA 207 / EPA grant	200,000	200,000	888,000
Other miscellaneous revenues	250,000	319,200	200,000
	<u>\$718,777</u>	<u>\$950,000</u>	<u>\$1,478,200</u>
Total Revenues	\$38,393,235	\$39,475,000	\$41,185,612



Jordan Valley Water Conservancy District
Financial Plan for the 2006/2007 Budget

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OPERATION AND MAINTENANCE DETAIL

Line No.	Title	2005/2006 Budget	2005/2006 Projected	2006/2007 Budget
1	Water Supply Expenses	\$8,057,171	\$7,965,000	\$7,924,591
2	Treatment Plant Expenses	1,209,686	1,205,000	1,425,743
3	Property Expenses	20,180	19,500	32,080
4	Spring & Well Expenses	934,761	930,000	519,322
5	R&R - Springs, Wells	177,351	175,500	178,371
6	Trans., Distrib., & Reservoir Exp.	888,378	880,250	951,675
7	Telemetry Expenses	98,912	97,500	110,222
8	R&R - Trans, Distrib. & Reservoirs	218,229	190,500	216,802
9	R&R - Retail Meters	62,172	60,500	62,053
10	Building & Grounds Maintenance	179,083	175,000	211,935
11	Shop Supplies & Equipment	24,692	24,250	25,392
12	Replacement of Tools	22,428	21,750	23,059
13	O&M - General Equipment	28,405	28,000	32,450
14	O&M - Vehicles	128,756	128,000	170,045
15	Radio Repair and Pager Rental	26,307	24,750	25,175
16	Shop & Office Utilities	147,340	145,000	154,340
22	Budgeted Repair & Replacement	103,000	103,000	103,000
24	Professional Consulting Services	290,385	290,000	294,885
25	General Insurance Expenses	491,686	490,000	501,404
26	Mailing Expenses	46,511	46,500	52,829
27	Copy Machine O&M	10,451	10,200	10,928
28	Office Supplies & Expenses	65,784	65,000	68,023
29	Data Processing Supplies & Exp.	205,485	195,000	291,339
30	Bond Trustee Fees	161,083	150,000	167,638
31	Auditing Fees	15,770	15,300	22,350
32	Public Relations	111,650	110,000	131,250
33	Training & Education Materials	213,161	200,000	264,296
34	Board of Director Expenses	81,257	80,000	92,511
35	General Administrative Expenses	74,370	73,500	77,893
38	Administrative Contingency	100,000	0	100,000
39	Safety Expense	34,431	34,000	39,562
40	Personnel - Positions	9,558,138	9,275,000	9,999,721
40	Personnel - Uniform Service	36,415	35,000	39,249
45	Unemployment Insurance	7,000	7,000	7,000
Total Expenses		\$23,830,428	\$23,250,000	\$24,327,131



SUMMARY OF CAPITAL PROJECT EXPENDITURES

CI1 Category - Projects needed to maintain the system at current level of service	\$2,355,000
Paint Steel Reservoirs, Valve Replacements, Distribution Pipeline Replacements	
CI2 Category - Normal, modest cost items necessary for upgrading facilities and enhancing facility function	\$7,893,000
Seismic Improvements to JWVTP High-Rise Building, Backup Electrical Generation Equipment, New Water Supply Building, Wholesale Meter Station Telemetry	(\$2,714,857)
CI3 Category - Capital improvement projects of modest cost which have a limited window of opportunity to preserve options for future new supply/capacity; or required to comply with new regulations	\$1,075,000
Wasatch Front Regional Pipeline Right-of-Way acquisition, JWVTP Chlorine Dioxide Equipment	(\$107,143)
CI4 Category - Groundwater development	\$5,150,000
Exploratory Drilling and Production Well Drilling at Multiple Locations, Drain Pipelines at Multiple Sites, Equipping and Site Improvements at Multiple Well Sites	
CI5 Category - Discretionary capital improvement projects which are revenue-producing or cost saving	\$0
No Projects in 2006/2007 Budget Year	
CI6 Category - Major new capacity and supply projects	\$21,232,000
Southwest Jordan Valley Groundwater Project, Pressure Zone D Pumping & Storage Facilities, 10200 South Pumping Capacity Improvements, Water Rights Purchases	(\$6,500,000)
CI7 Category - Enlargement of retail system, funded from Development Fee Fund	\$0
No Projects in 2006/2007 Budget Year	
CI8 Category - Water conservation projects, funded from the Conservation budget	\$65,000
Replace Landscaping (Turfgrass) at 8200 South 1000 East and 1530 West 14600 South Well Sites	

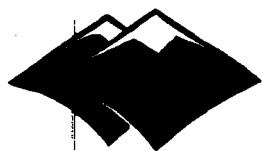
*amounts shown in green are reimbursements (MWD of SLS, SWJVG, etc.)

TOTAL OF ALL CATEGORIES (GROSS): **\$37,770,000**



SUMMARY OF OTHER CAPITAL EXPENDITURES

General Equipment Fund Expenditures	\$888,684
New Tools, General Equipment, Vehicles, Office Equipment, Data Processing Equipment	
Conservation Fund Expenditures	\$2,699,100
General Public Education/Information Campaign, State-Wide Media Campaign, Member Agency Assistance Program, Water Check Program, Consulting Services	
Development Fee Fund Expenditures	\$8,410
New Retail Connection Materials	



CAPITAL PROJECT EXPENDITURES

Gross Total \$37,770,000

